

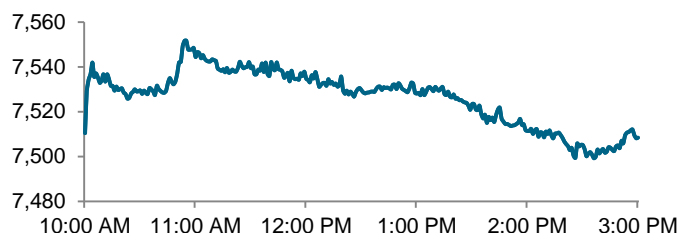
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



FEBRUARY 19, 2018

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,508	0.0	0.0	3.9	16.8
Saudi (NOMU)	3,087	-0.2	-0.2	-1.7	NA
Energy	4,569	0.8	0.8	6.7	14.2
Materials	5,205	0.0	0.0	3.0	22.0
Capital Goods	4,196	-0.4	-0.4	-3.3	14.3
Com. & Prof. Svc	4,381	-0.2	-0.2	4.2	17.6
Transportation	4,036	0.0	0.0	0.6	15.9
Cons. Durables & Apparel	3,850	-0.4	-0.4	-7.0	NA
Consumer Services	3,755	-0.1	-0.1	1.9	14.2
Media	9,842	0.3	0.3	27.2	NA
Retailing	6,182	0.1	0.1	9.7	19.3
Food & Staples Retailing	6,209	2.1	2.1	10.7	21.9
Food & Beverages	4,684	0.2	0.2	-4.4	25.5
Health Care Equipment	4,896	0.5	0.5	10.2	22.9
Pharma, Biotech & Life Science	3,852	-0.3	-0.3	-3.0	9.6
Banks	6,025	-0.1	-0.1	9.5	11.9
Diversified Financials	4,004	-0.6	-0.6	-0.6	NA
Insurance	4,451	-1.9	-1.9	-5.8	16.2
Telecommunication	4,511	0.4	0.4	6.1	16.1
Utilities	4,414	0.7	0.7	-3.2	8.6
REITs	4,362	-0.1	-0.1	-5.9	NA
Real Estate	4,321	0.3	0.3	-8.0	40.8

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Export Co.	202.40	10.0%	1.9
The Mediterranean & Gulf Insurance & Reins.	22.90	9.9%	20.9
Saudi Company for Hardware	121.46	3.0%	5.2
Al-Jouf Agriculture Development Co.	31.82	2.6%	8.9
Abdullah Al Othaim Markets Co.	143.09	2.2%	8.6

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Al-Rajhi Company for Cooperative Ins.	18-Feb	4Q17	49.0	35.0	1.22	NA
Buruj Cooperative Insurance Co	18-Feb	4Q17	18.0	-62.4	0.72	NA
Saudi Arabian Cooperative Ins.	18-Feb	4Q17	14.6	-16.6	0.58	NA
Wataniya Insurance	18-Feb	4Q17	13.1	-34.9	0.66	NA
Gulf Union Cooperative Insur.	18-Feb	4Q17	13.1	-24.5	0.87	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 19, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI closed flat at 7,508 while NOMU ended 0.2% lower at 3,087 on Sunday. TASI traded value totaled SAR 3.5bn and averaged SAR 3.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 46% of the daily traded value.
- Banks ended 0.1% lower while Materials closed flat. Telecom closed 0.4% higher. Food & Staples Retailing (up 2.1%) was the best performer. Among stocks, Saudi Industrial Export Co. (4140/SIECO AB), Mediterranean & Gulf Insurance & Reinsurance Co. (8030/MEDGULF AB), and Saudi Company for Hardware (4008/SHC AB) led gainers.
- The country's holdings of US Treasury bonds rose by USD 45bn (SAR 168bn) to USD 147bn (SAR 553bn) by the end of 2017 versus USD 103bn (SAR 385bn) at the end of 2016. (Source: Argaam)
- Morgan Stanley Capital International (MSCI) announced KSA stocks would account for 2.3% weight in MSCI's Emerging Market Index in the event of an expected upgrade of the country's equities to the widely tracked measure. (Source: The National)
- KSA's Cabinet approved a bankruptcy law, boosting efforts to make the country more attractive to investors. Modern bankruptcy legislation does not exist in the country currently. (Source: Reuters)
- The Saudi Capital Market Authority (CMA) and Saudi Authority for Accredited Valuers (Taqeem) approved the international valuation standards for REIT real estate units, as reported by Al Eqtisadiyah. (Source: Argaam)
- The aggregate sales of 17 Saudi cement companies fell 16% Y/Y to 4.1mn tons in January 2018 from 4.8mn tons. (Source: Argaam)
- Riyad Bank (1010/RIBL AB) could be liable to pay an additional zakat claim of SAR 3.5bn (USD 933mn) for 2008-13. (Source: Argaam)
- Abdullah A. M. Al-Khodari Sons Co.'s (1330/ALKHODAR AB) BoD amended a capital hike recommendation to SAR 458mn (USD 122mn) through the issuance of new shares. (Source: Argaam)
- Al Rajhi Bank (1120/RJHI AB)'s BoD recommended cash dividend of SAR 2.5 per share for 2H17, implying full-year yield of 5.4%. (Source: Tadawul)
- National Medical Care Co. (4005/CARE AB)'s BoD recommended cash dividend of SAR 1.0 per share for 2017, implying full-year yield of 2.1%. (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Indian Co for Cooperative Insurance	18.60	-10.0%	28.0
Amana Cooperative Insurance Co.	19.76	-8.3%	16.5
Solidarity Saudi Takaful Co.	22.99	-7.8%	61.5
Buruj Cooperative Insurance Co.	35.45	-7.7%	43.6
Al Sagr Cooperative Insurance Co.	23.28	-7.1%	10.0

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	10.04	0.9%	463
Alinma Bank	20.19	-0.4%	400
Saudi Basic Industries Corp.	105.28	0.0%	316
Al Rajhi Bank	74.75	1.0%	310
Rabigh Refining and Petrochemical Co.	23.29	1.8%	127

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,292	-1.2	-1.2	-2.3	15.3
Abu Dhabi (ADX)	4,582	0.1	0.1	4.2	11.5
Kuwait (KSE)	6,721	-0.6	-0.6	4.9	15.4
Qatar (QE)	9,079	0.6	0.6	6.5	14.1
Oman (MSM)	5,014	0.0	0.0	-1.7	11.9
Bahrain (BSE)	1,333	-0.5	-0.5	0.1	8.4
DJMENA Index	544	0.0	0.0	3.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,732	0.0	4.3	2.2	22.1
US (NASDAQ 100)	7,239	-0.2	5.3	4.9	20.9
UK (FTSE 100)	7,295	0.8	2.9	-5.1	20.7
Germany (DAX)	12,452	0.9	2.8	-4.1	17.7
France (CAC 40)	5,282	1.1	4.0	-0.6	16.7
Russia (MICEX)	2,255	-0.4	2.6	7.2	7.8
Japan (Nikkei)	21,720	1.2	1.6	-4.7	16.0
Hong Kong (HSI)	31,115	2.0	5.4	4.0	14.5
South Korea (KOSPI)	2,422	1.1	2.5	-1.9	10.3
China (SHCOMP)	3,199	0.4	2.2	-3.3	16.3
India (NIFTY)	10,452	-0.9	0.0	-0.7	22.5
Brazil (IBOV)	84,525	0.3	4.5	10.6	20.7
Turkey (BIST 100)	116,511	0.2	2.6	1.0	9.8
Egypt (EGX30)	14,966	1.1	0.3	-0.4	9.9
MSCI Emerging Markets	1,200	-0.2	5.0	3.6	16.5
MSCI World	2,138	0.3	4.2	1.6	20.6

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	64.8	0.8	3.3	-3.0	16.5
Natural Gas (\$/mmbtu)	2.6	-0.9	-1.0	-12.0	-23.8
Gold (\$/oz)	1,347	-0.5	2.4	3.4	8.7
Silver (\$/oz)	16.7	-1.3	1.8	-1.7	-8.0
Platinum (\$/oz)	1,005	0.3	4.1	8.0	-0.8
Copper (\$/t)	7,233	0.7	7.1	-0.2	20.6
Zinc (\$/t)	3,575	0.1	5.6	7.7	25.1
Lead (\$/mt)	2,640	1.1	4.3	5.8	16.1
Wheat (\$/bu)	472	-0.8	2.3	7.1	-10.0
Corn (\$/bu)	375	-0.1	1.4	4.5	-8.5
Sugar (\$/lb)	13.3	-1.7	-2.0	-11.6	-31.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.88	0.01	0.19	0.00
Saudi Arabia	1.90	0.00	0.00	0.01
UAE	1.90	0.01	0.11	0.02
Kuwait	1.88	0.00	0.00	-0.01
Qatar	2.70	0.00	0.05	0.82
Bahrain	2.79	0.02	0.06	0.91

Source: Reuters

NOTES: (1) Prices updated as of February 19, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is closed for trading while Japan and South Korea are trading 1.8% and 0.8% higher respectively. Hong Kong is also closed for trading while India is down by 1.4%.
- GCC markets ended mixed on Sunday. Dubai declined 1.2% while Abu Dhabi gained 0.1%. Kuwait ended 0.6% lower while Qatar gained 0.6%. Oman ended flat while Bahrain declined 0.5%.
- The annual average inflation in Oman was 1.6% in 2017. However, economic activity in the country improved in 2017 after having contracted in the previous two consecutive years. The average price of Omani crude stood at USD51.3/barrel in 2017 as against USD40.1/barrel in 2016. (Source: Gulfbase)
- The Nasdaq Dubai exchange launched futures contracts covering the main indexes of the country's two main stock markets in Abu Dhabi and Dubai. (Source: Zawya)
- Orbit Showtime Network (OSN) signed a deal with Netflix (NFLX US) to provide customers access to the Internet TV network's content library. Customers would also have the flexibility to pay for their Netflix subscription via one consolidated OSN bill. (Source: Arabian Business)
- The Bahrain Economic Development Board (EDB) attracted 71 new companies to Bahrain, with investments amounting to BHD 276mn (USD 734mn) in 2017. (Source: Gulfbase)
- The value of non-oil foreign trade through Abu Dhabi ports stood at AED 159.9bn (USD 43.5bn) in 2017. The country's non-oil export value reached AED 22.6bn (USD 6.2bn) in 2017. (Source: Gulfbase)
- The food and beverage sector operating out of Jebel Ali Free Zone (Jafza), a subsidiary of DP World, grew 12% in 2017. The number of companies in the sector rose to 570 in 2017 from 507 in 2016, employing 8,600 people. (Source: Zawya)
- Dubai Investments, a diversified company in which sovereign wealth fund Investment Corporation of Dubai has 11.5% stake, plans to float at least 30% of its district cooling unit Emicool on the Dubai Financial Market by the end of 2018. (Source: Gulfbase)
- Daikin Industries Limited (6367 JP) opened its first exclusive showroom at Al Ain, UAE, in collaboration with Al Motaheda Electrical and Mechanical Works. (Source: Trade Arabia)
- Oman Gas Company is working with a group of banks to raise a bridge loan of slightly over USD 1bn (OMR 385mn), which would later be refinanced via a US dollar bond issue. (Source: Zawya)
- Abu Dhabi National Oil Company (ADNOC) signed an agreement with Cepsa, a Spanish integrated oil and gas company, awarding it 20% stake in Abu Dhabi's offshore SARB and Umm Lulu concession. (Source: Argam)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 16 (prior 1.8mn barrels) will be announced on February 22. (Source: Econoday)
- US jobless claims for the week ended February 17 (prior: 230K) will be announced on February 22. (Source: Econoday)
- Change in the UK's GDP for 4Q17 (prior: 0.5% Q/Q, 1.5% Y/Y) will be announced on February 22. (Source: Econoday)

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Contacts

RESEARCH & ADVISORY DEPARTMENT

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

C.R. 1010231217 - Paid UpCapital 500,000,000 S.R. - Capital Market Authority 11153-37

Head Office: 8092 KingFahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

800 124 3232 | www.sfc.sa C.R. 1010231217, PO Box 23454, Riyadh 11426,

Saudi Arabia, Head Office Riyadh